



Outpatient Drugs Payment Policy

Policy

Fallon Community Health Plan (FCHP) reimburses contracted providers for the provision of covered FDA-approved non-self administered drugs when given in an outpatient setting.

Benefits application

Commercial

- FCHP Direct Care/FCHP Select Care
- Commonwealth Care
- Companion Care
- FCHP MassHealth
- Major Medical
- Fallon Preferred Care

Senior Plan

- Fallon Senior Plan™
- Fallon Senior Plan Preferred
- Summit ElderCare®

Reimbursement

FCHP reimburses the provision of covered FDA-approved non-self administered drugs when given in an outpatient setting.

Reimbursement will be made in accordance with contracted rates.

Referral/notification/preauthorization requirements

The facility or ordering physician is required to obtain prior authorization for:

- Drugs on the list of formulary medications that require prior authorization. This list can be found on the provider pharmacy section of the FCHP Web site and
- Drugs with HCPCS codes found on the List of Procedures Requiring Preauthorization located in the Managing Patient Care section of the *Provider Manual* under PCP Referral and Plan Preauthorization Process.

Pharmacy Prior Authorization Forms must be completed and faxed to 1-508-791-5101. For urgent situations, please call 1-866-275-3247 and select option 5.

Billing/coding guidelines

Use both the NDC number and the appropriate Level II HCPCS (J) codes; bill with a count when indicated.

Electronic claim submitters

Submit both the J code and NDC number in the HIPAA-compliant format.

Paper claim submitters

- CMS-1500 form
Bill both the J code and NDC number in field 24D; place the NDC number under the J code; bill units in field 24G.

- UB-04 form
Bill the J code in field locator 44; the NDC number in field locator 43; service units in field locator 46.

Place of service

This policy applies to services rendered in the outpatient setting.

Policy history

Origination date:	11/1/09
Previous revision date(s):	N/A
Connection date & details:	September 2009 – new policy

This payment policy has been developed to provide information regarding general billing, coding and documentation guidelines for FCHP. Even though this payment policy may indicate that a particular service or supply is considered covered, specific provider contract terms and/or member individual benefit plans may apply and this policy is not a guarantee of payment. FCHP reserves the right to apply this payment policy to all FCHP companies and subsidiaries.